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Separate paging is given to this Part in order that it may be filed as a separate compilation

PART III—SECTION 4

Miscellaneous Notifications including Notifications, Orders, Advertisements and Notices issued by Statutory Bodies

RESERVE BANK OF INDIA

NOTICE

Calcutta 1, the 13th September 1958

"A copy each of the lists of deposits lodged with the Reserve Bank of India by Insurance Companies under the Insurance Act, 1938 as on the 31st December 1956 and 1957 may be obtained from the Manager of Publications, Delhi on application and payment of Rs. 23.50 and Rs. 18 respectively."

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

NOTIFICATIONS

New Delhi 1, the 20th September 1958

No. 1-CA(6)/58—The following draft of a certain amendment to the Chartered Accountants Regulations, 1949, which it is proposed to make in exercise of the powers conferred by sub-sections (1) and (3) of Section 30 of Chartered Accountants Act, 1949 (XXXVIII of 1949), is published for information of all persons likely to be affected thereby and notice is hereby given that the draft will be taken into consideration on or after 21st October 1958.

Any objection or suggestion which may be received from any person with respect to the said draft before the date specified will be considered by the Council of the Institute of Chartered Accountants of India, New Delhi.

In the said Regulations—

Substitute the word "six" for the word "four" wherever it occurs in sub-regulation (3) of Regulation 22.

No. 48-CA(1)/58—In pursuance of sub-section (5) of Section 18 of the Chartered Accountants Act, 1949, a copy of the audited accounts and the Report of the Council for the period ended 31st March 1958, is hereby published for general information:

S. VAIDYANATH AIYAR
President

Ninth Annual Report of the Council for the year ended 31st March 1958

(Issued under Section 18(5) of the Chartered Accountants Act, 1949)

THE COUNCIL:

The Third Council, which was constituted partly by election and partly by nomination on 16th September 1955 consists of the following members:

Aiyar, R. V., Calcutta
Balagangadharan, R., Madras
Banerjee, S. N., Calcutta
Basu, A. C., Calcutta
Basu, G., Calcutta
Bhandari, P. N., New Delhi

Bhatt, D. L., Bombay
Chokshi, C. C., Bombay
Chopra, S. P., New Delhi
Dandeker, S. B., Calcutta
Desai, S. N., Bombay
Gupta, C. P., New Delhi
Just, A. H., Calcutta
Mody, N. R., Bombay
Mukherjee, C. P., Calcutta
Nargolwala, S. D., New Delhi
Raiji, N. M., Bombay
Sastri, C. S., Madras
Shah, N. M., Bombay
Sharma, J. N., Kanpur
Suryanarayana Iyer, S., Madras
Vaidyanath Aiyar, S., New Delhi
Varma, K., Cochin
Venkatesan, R., Madras.

PRESIDENT AND VICE PRESIDENT:

Shri S. P. Chopra (New Delhi) who was elected President at the Seventh Annual Meeting continued in office upto 15th September 1957.

Shri S. Vaidyanath Aiyar (New Delhi) was Vice President upto 15th September 1957.

At the Third Annual Meeting of the Third Council held on 10th, 11th and 12th August 1957, Shri S. Vaidyanath Aiyar (New Delhi) was elected President and Shri S. Suryanarayana Iyer (Madras) was elected Vice-President, for the period ending 15th September 1958.

STANDING COMMITTEES:

The following Standing Committees were constituted under Section 17(1) of the Act, and will function till 15th September 1958:

(a) Executive Committee:

Shri S. Vaidyanath Aiyar, *President* (Ex-officio)
Shri S. Suryanarayana Iyer, *Vice-President* (Ex-officio)
Shri S. P. Chopra
Shri J. N. Sharma
Shri Kerala Varma

(b) Examination Committee:

Shri S. Vaidyanath Aiyar, *President* (Ex-officio)
Shri S. Suryanarayana Iyer, *Vice-President* (Ex-officio)
Shri R. Balagangadharan
Shri A. C. Basu
Shri S. N. Desai

(c) *Disciplinary Committee:*

Shri S. Vaidyanath Aiyar, *President* (Ex-officio)
 Shri S. Suryanarayana Iyer, *Vice-President* (Ex-officio)
 Shri C. C. Chokshi
 Shri S. D. Nargolwala
 Shri N. M. Shah.

Upto 15th September 1957, the members of the Standing Committees elected in September 1956 continued in office. Full particulars thereof were given in the last report.

Special Committees were also constituted for purposes of enrolment of members under clauses (iii) and (iv) of sub-section (1) of Section 4 of the Act, consisting of:

Shri S. Vaidyanath Aiyar, *President*
 Shri S. Suryanarayana Iyer, *Vice-President*
 Shri C. P. Gupta, Deputy Secretary to the Government of India, Ministry of Commerce and Industry, Department of Company Law Administration.

The following other Committees were also constituted:

(a) *Coaching Board:*

Shri G. Basu, *Chairman*
 Shri C. P. Gupta
 Shri N. R. Mody
 Shri S. D. Nargolwala
 Shri C. S. Sastri

(b) *Employment Committee:*

Shri S. Vaidyanath Aiyar, *President, Chairman*
 Shri S. Suryanarayana Iyer, *Vice-President*
 Shri P. N. Bhandari
 Shri S. D. Nargolwala
 Shri C. P. Gupta
 Shri C. P. Mukherjee
 Shri D. L. Bhatt

(c) *Land and Building Committee:*

Shri S. Vaidyanath Aiyar, *President, Chairman*
 Shri S. P. Chopra
 Shri G. Basu
 Shri C. P. Gupta

(d) *Post Graduate Course Committee:*

Shri S. P. Chopra, *Chairman*
 Shri S. Vaidyanath Aiyar, *President*
 Shri C. S. Sastri
 Shri P. N. Bhandari
 Shri C. P. Gupta
 Shri C. C. Chokshi
 Shri S. N. Desai

(e) *Research Committee:*

Shri A. H. Just, *Chairman*
 Shri S. Vaidyanath Aiyar, *President*
 Shri N. R. Mody
 Shri R. Venkatesan
 Shri C. P. Mukherjee
 Shri R. V. Aiyar
 Shri G. Basu
 Shri P. N. Bhandari
 Shri S. B. Dandekar
 Shri S. N. Banerjee

(f) *Office Reorganisation Committee:*

Shri S. Vaidyanath Aiyar, *President, Chairman*
 Shri S. Suryanarayana Iyer, *Vice-President*
 Shri P. N. Bhandari
 S. P. Chopra

The Council also constituted a Committee consisting of the following members to discuss with the Central Government the various draft amendments to the Chartered Accountants Act, 1949:

C.A. Act Amendment Committee:

Shri S. Vaidyanath Aiyar, *President, Chairman*
 Shri S. Suryanarayana Iyer, *Vice-President*
 Shri S. P. Chopra
 Shri S. D. Nargolwala
 Shri D. L. Bhatt.

The Council also constituted an Advisory Board under Regulation 110 of the Chartered Accountants Regulations,

1949, to advise the Post Graduate Course Committee regarding the Management Accountancy Course:

Advisory Board:

Shri S. P. Chopra, *Chairman*
 Shri M. K. Mathulla of Hindusthan Machine Tools Ltd.
 Shri J. M. Lall of Imperial Chemical Industries Ltd.
 Shri P. L. Tandon of Hindustan Lever Ltd.
 Shri M. K. Rustomji of Tata Engineering and Locomotives Co. Ltd.

MEETINGS OF THE COUNCIL AND THE COMMITTEES:

The particulars regarding the meetings of the Council and its Committees held during the year under report are given below:

	Number of meetings held in 1957-58	1956-57
1. Council	3	3
2. Standing Committees:		
(a) Executive	5	9
(b) Examination	7	8
(c) Disciplinary	5	11
3. Special Committees:		
(a) Under sec. 4(1)(iii)	2	4
(b) Under sec. 4(1)(iv)	1	3
4. Other Committees:		
(a) Coaching Board	4	10
(b) Employment	2	2
(c) Land and Buildings	4	4
(d) Post Graduate	3	5
(e) Research	3	6
(f) Reorganisation	1	2
(g) C.A. Act Amendment	1	—
(h) Advisory Board	1	—

MEMBERSHIP:

(a) *New Membership:* The number of Members enrolled during the year is as follow:

	1957-58	1956-57
Under Sec. 4(1)(ii)	357	477
Under Sec. 4(1)(iii)	8	15
Under Sec. 4(1)(iv)	nil	nil
Under Sec. 4(1)(v)	4	4
Under Sec. 4(1)(vi)	2	1
Restorations	6	4
	<u>377</u>	<u>501</u>

The particulars of the removals during the year are as follows:

	1957-58	1956-57
Removal for non-payment of fees	9	17
Removal by death	11	11
Removal for other reasons	5	14
	<u>25</u>	<u>42</u>

	Total		Associates		Fellows	
	1957-58	1956-57	1957-58	1956-57	1957-58	1956-57
Members	2874	2738	1790	1747	1084	991
with Certificate of Practice						
Members	1291	1082	1204	1013	87	69
without Certificate of Practice						
	<u>4165</u>	<u>3820</u>	<u>2994</u>	<u>2760</u>	<u>1171</u>	<u>1060</u>

(b) *Obituary:* The Council records with regret the death of the following members of the Institute upto the date of preparing the Report:

Shri K. R. Srinivasa Iyer, Bangalore
 Shri Edward Tresoldi Granger, London
 Shri Alexander McLaren, Karachi
 Shri R. Jagannathan, Bangalore

Shri Nisith Kumar Dinda, Calcutta
 Shri Papanasam Swaminathan Narayanaswamy Aiyar, New Delhi
 Shri Pravat Kumar Mitra, Calcutta
 Shri Gopal Chandra Saha, Calcutta
 Shri Kuppaswami Ramakrishna Ayyengar, Melur
 Shri Mukti Prasad Singh, Dibrugarh
 Shri Narayanamangalam Venkatachala Iyer Venugopal, Cuttack
 Shri Melappalaiyaom Sudarsan Rengaswami, Tiruchirappalli
 Shri Maneckjee Hormusjee Dawur, Bombay
 Shri Surendra Mohan Sengupta, Calcutta
 Shri S. Krishnadoss, Madras
 Shri Rajendra Mohan Mathur, Delhi
 Shri Ratansha Shapurji Bharucha, Bombay.

(c) *Register of Members*: A Register of Members has been maintained by the Council as required under Section 19 of the Act. The List of Members as on 1st April, 1958 is under print and will be sent to all the members when ready, as required under Section 19(3) of the Act.

SECRETARY:

Shri E. V. Srinivasan, who was appointed as Secretary on 19th January 1955 continues to hold this office.

ACCOUNTS:

The audited Balance Sheet as on 31st March 1958 and the Income and Expenditure Account for the year ended on that date are appended. The Income and Expenditure Account shows an excess of income over expenditure amounting to Rs. 18,317.00 nP as against Rs. 12,314.00 nP of the preceding year.

AUDITORS:

Shri P. R. Mehra and Shri M. R. Venkataraman were reappointed auditors for the year ended 31st March 1958.

DISCIPLINARY COMMITTEE:

The present Disciplinary Committee had before it 7 cases of which 2 were left over by the previous Committee, 2 were referred directly to the Committee under Regulation 11(8) being complaints made on behalf of the Central Government and 3 were referred by the Council out of 9 cases which were considered by it under Regulation 11(7). The Committee heard 2 of the cases before 31st March 1958.

Since the formation of the Institute the total number of cases enquired by the Disciplinary Committee is 75. Out of this number 6 represent complaints made on behalf of the Central Government and directly referred to the Committee under Regulation 11(8) and 69 represent cases referred by the Council to the Committee out of a total number of 227 cases which were considered by it under Regulation 11(7).

Altogether 56 cases have been disposed of by the Courts and 18 are pending before them. One case against a R.S.A. which was referred to Government has also been disposed of by Government, the decision in the case being that the charge against the auditors has not been established.

A brief outline of the decisions of the Court so far given is indicated below:

Warning	...	...	...	6
Censure	...	...	...	4
Removal (permanent)	...	...	...	2
Removal (temporary)	...	...	...	11
Suspension	...	...	...	6
Acquittals	...	...	...	6
Complaints not being proved	...	...	...	13
Cases not covered by the Act	...	...	...	2
Charges not being established	...	...	...	4
No order owing to death of the member	...	...	...	1
Reprimand	...	...	...	1

The Council went in appeal against the Judgment of the Calcutta High Court dated 12th January 1955 in the case of the Controller of Insurance *versus* B. Mukherjee. The High Court had rejected the reference on the ground that no action could be taken against the respondent for his

misconduct while acting as liquidator as such misconduct could not be said to be professional misconduct and could not therefore attract the provisions of Sections 21 and 22 of the Chartered Accountants Act. The Supreme Court by its judgment dated 10th September 1957 held that the respondent was clearly guilty of professional misconduct and directed that the respondent's name should be removed from the Register of Members for four years.

REGIONAL COUNCILS:

There was no change in the membership of the Regional Councils which were constituted in April 1955.

ACT AND REGULATIONS:

Since the submission of the last Report, the matter relating to the amendments to the Chartered Accountants Act was taken up with the Government. Government in consultation with the Council have taken certain decisions. It is hoped that a draft bill containing the various amendments will be published before long.

EXAMINATIONS:

(a) *Centres*: Examination under the Chartered Accountants Regulations, 1949, were held at ten centres in May 1957, November 1957 and May 1958 viz. Ahmedabad, Allahabad, Bangalore, Bombay, Calcutta, Delhi, Ernakulam, Hyderabad, Madras and Poona.

(b) The following figures will be of interest:

	Preliminary Examination		
	May 1957	Nov. 1957	May 1958
Number of candidates who appeared	40	44	36
Number of candidates who passed	2	4	10
Percentage of passes	5	9.09	27.8
	Intermediate Examination		
	May 1957	Nov. 1957	May 1958
Number of candidates who appeared	700	744	749
Number of candidates who passed	211	75	171
Percentage of passes	30.14	10.08	22.83
	Final Examination		
	May 1957	Nov. 1957	May 1958
(i) No. of candidates who appeared in both the Groups	78	171	291
No. of candidates who passed in both Groups	6	13	38
Percentage of passes	7.6	7.6	13.06
No. of candidates who passed in Group I only	20	18	18
No. of candidates who passed in Group II only	—	16	84
(ii) No. of candidates who appeared in Group I only	30	192	299
No. of candidates who completed their Final examination by passing in Group I	5	4	19
No. of candidates who passed in Group I only and are yet to pass in Group II	7	7	27
(iii) No. of candidates who appeared in Group II only	118	629	558
No. of candidates who completed their Final examination by passing in Group II only	9	138	139
No. of candidates who passed in Group II and are yet to pass in Group I	2	17	22
(iv) Total number of candidates who appeared	226	992	1148
Total number of candidates who passed	20	155	196
Percentage of such passes.	8.8	15.6	17.1

(c) *Medals, Prizes and Certificates:*

Intermediate Examination

November 1957

May 1958

1. THE G. P. KAPADIA (FIRST PRESIDENT) SILVER MEDAL. KRISHNA CHANDRA LAKHOTIA (Ghazi-pore) AND NATESAN VAIDHEESWARAN IYER (Bombay). GIRDHARI SINGH SUKHLECHA (Jaipur).
2. CERTIFICATES OF MERIT—
1st Certificate .. KRISHNA CHANDRA LAKHOTIA (Ghazi-pore) AND N. VAIDHEESWARAN IYER (Bombay). GIRDHARI SINGH SUKHLECHA (Jaipur).
- 2nd Certificate .. G. SITHARAMAN (Kumbakonam). RAMA SHANKAR JHAWAR (Rishra).
- 3rd Certificate .. A. V. RAMASWAMY (Bangalore) AND KAILASH CHANDRA GUPTA (Delhi). P. V. KRISHNAN (Tirupur).

Final Examination

November 1957

May 1958

1. THE G. P. KAPADIA (FIRST PRESIDENT) GOLD MEDAL. VITHAL SHIVANAND PALEKAR (Bombay). BANSIDHARSUNDER LAL MEHTA (Bombay).
2. THE N. M. SHAH PRIZE (value Rs. 200) for the best paper on Taxation. VITHAL SHIVANAND PALEKAR (Bombay). SHANTILAL NADAS (Bombay). JAM-SHAH
3. THE A. F. FERGUSON Cash Prize of Rs. 200 for the best paper on Auditing. N. CHANDRA SEKHARAN (Madras). SHANTILAL NADAS (Bombay). JAM-SHAH
4. CERTIFICATES OF MERIT—
1st Certificate BANSIDHAR SUNDERLAL MEHTA (Bombay).
- 2nd Certificate RAJAGOPALAN NATARAJAN (Tirunelveli).
- 3rd Certificate K. A. CHANDRA-SEKHARAN (Alathur).

(d) *Percentage of Passes:* With the implementation of the Coaching Scheme, it is hoped that the percentage of passes will improve.

(e) *Articled and Audit Clerks:* During the year 819 Articled and 191 Audit Clerks were registered.

(f) *Syllabus:* The New Syllabus came into force from 1st July 1956 and the Preliminary, Intermediate and the Final Examinations under the New Syllabus were held from November 1956 Examination.

COACHING SCHEME:

During the first two years of its existence, 1,133 students were enrolled under the Coaching Scheme for various courses of tuition. It may be mentioned that a number of articled and audit clerks for whom tuition was not compulsory, also availed themselves of the facilities afforded by the Coaching Board.

During the year, the Coaching Board took over the arrangements for the conduct of Revisional Courses at the Regional centres. These courses were conducted for the benefit of candidates appearing for the Intermediate and the Final Examinations held in November 1957 and May 1958. A large number of students attended these Revisional classes.

For helping the students the Board published "Suggested Answers" to questions set for November 1956 and May 1957 examinations. The "Suggested Answers" for the subsequent examination have also since been printed. It is hoped that these publications will prove of some assistance to the students.

STUDENTS' ASSOCIATIONS:

Students' Associations have now been organised in the different regions. It is expected that these organisations will start functioning effectively from the following year.

JOURNAL:

With the issue for June 1958, the Journal has completed six years of its life.

Shri S. Vaidyanath Aiyar continues to be the Editor of the Journal.

EMPLOYMENT FOR MEMBERS:

The Institute received a number of requests for suggesting suitable names for appointment to various posts in Government Organisations as well as Private Industries. Suitable names were recommended for these posts.

LIBRARY:

During the year under report, 587 books were added to the Library bringing the total number of books to 2,611.

The number of books in the libraries of the various Regional Councils as on 31st March 1958 was as under:—

Bombay	966
Madras	348
West Bengal	354
Uttar Pradesh	406

POST GRADUATE TRAINING — DELEGATION TO U.S.A.:

A Delegation consisting of the following members of the Institute visited the U.S.A. and Canada to study the subject of "Management Accountancy":—

1. Shri S. P. Chopra, Leader of the Delegation.
2. Shri S. N. Desai, Member of the Council.
3. Shri E. V. Srinivasan, Secretary to the Council.

The Delegation, as mentioned in the Report last year, was sponsored by the Ford Foundation. The Council is grateful to the Foundation for this very generous gesture.

RESEARCH COMMITTEE:

During the year the Research Committee held three meetings in which certain important references from members as well as from the Company Law Administration were considered. The views of the Committee were published from time to time in the Institute's Journal. Certain recommendations were also published in the form of "Questions and Answers".

The Committee has instituted a Scheme of awarding an annual prize in the form of a Shield of an approximate value of Rs. 750 for the best presented accounts in accordance with the statutory form under the Indian Companies Act. The first accounts to be considered for this prize will be those for the year ending 31st March 1959.

The Committee has instituted two prizes of Rs. 250.00 each for the year 1958-59 for articles embodying research work.

CONSTRUCTION OF BUILDINGS AT REGIONAL HEADQUARTERS:

As was mentioned in the last year's Report, Government have sanctioned a grant-in-aid of Rs. 5 lakhs for the construction of buildings at Calcutta, Bombay and Madras. Every effort is being made to secure suitable sites or building at these centres.

ADDITIONAL CONSTRUCTION TO THE INSTITUTE'S BUILDING:

A third floor has been added to the Institute's building for purposes of housing the Coaching Board.

THIRD CONFERENCE OF MEMBERS:

The Third Conference of Members is to be held at Bombay in December 1959. A provisional Committee consisting of the President and Members of the Central Council from the Bombay Region was constituted for the purposes of deciding upon the preliminary arrangements to be made in connection with the holding of this Conference. The dates for the holding of the Conference at Bombay have been fixed for the 17th, 18th, 19th and 20th December 1959. The following subjects have been provisionally fixed for discussion at the Conference:

1. Taxation.
2. Audit and Investigation.
3. Accounting Principles (Theory and Practice).
4. Management Accounting and Costing.
5. Professional training and professional ethics.

STUDENTS' CONFERENCE:

The First All India Students' Conference was held at Calcutta on the 24th and 25th June 1957. The following were adjudged the best papers on the different subjects:—

- (1) *Industrial Accounting:*

- (a) **FIRST PRIZE.** Shri N. N. Pal. "Use of Accounting Ratios in Management Accounting".

(2) *Some Aspects of Income-tax Law and Company Law:*

- (a) FIRST PRIZE. Shri P. A. Nair. "Some thoughts on taxation and Economic Planning in India".
 (b) SECOND PRIZE. Shri R. N. Shah. "Taxation and its effects on Economic Planning".

(3) *Auditing:*

- (a) FIRST PRIZE. Shri T. Radhakrishnan, "Divisible Profits".
 (b) SECOND PRIZE. Shri V. Subramanian, "The Role of an Auditor in New India".

SEVENTH INTERNATIONAL CONGRESS OF ACCOUNTANTS, 1957:

The following represented the Institute at the Seventh International Congress of Accountants held in Amsterdam from the 9th to the 13th September 1957:—

1. Shri S. Prakash Chopra, President.
(Leader of the Delegation)
2. Shri N. R. Mody, Past President.
3. Shri R. Venkatesan, Member of the Council.
4. Shri S. N. Desai, Member of the Council.
5. Shri E. V. Srinivasan, Secretary to the Council.
6. Shri A. L. Sahgal.
7. Shri P. Sambiah.
8. Shri Mohinder Pal Puri.

Shri S. Prakash Chopra read a paper on "Budgeting and the Corresponding Modernization of Accounting" and was one of the speakers at the Congress on the subject.

Shri N. R. Mody was one of the Vice-Presidents for the session on "Principles for the Accountant's Profession".

DELEGATION TO THE FIRST FAR EAST CONFERENCE OF ACCOUNTANTS HELD AT MANILA:

Shri S. Vaidyanath Aiyar (President) and Shri A. C. Basu (Member of the Council) represented the Institute at

the First Far-East Conference of Accountants held in Manila on November 28, 29, 30 and December 1, 1957.

Shri S. Vaidyanath Aiyar presided over the First Technical session of the Conference.

AD HOC COMMITTEE FORMED FOR CONSIDERING RULES FRAMED UNDER SECTION 643 OF THE COMPANIES ACT:

At the 24th meeting of the Council held in February 1958 at New Delhi a Sub-Committee consisting of the following members was appointed to consider draft rules framed by the Rules Committee of the Supreme Court under Section 643 of the Companies Act:—

1. Shri S. Vaidyanath Aiyar (President).
2. Shri S. Suryanarayana Iyer (Vice-President).
3. Shri A. H. Just.
4. Shri N. R. Mody.
5. Shri N. M. Raiji.

The Committee met at Bombay on the 31st March 1958. The views of the Committee were communicated to the Supreme Court of India soon thereafter. It is a matter for gratification that the work of this Committee has received recognition at the hands of the Supreme Court.

THANKS TO THE GOVERNMENT:

The Council would like to place on record its grateful thanks to the Government for their continued support and assistance to the Institute.

STAFF:

The Council would like to place on record its appreciation of the good work done by the Secretary and staff during the year under report.

E.V. SRINIVASAN

S. SURYANARAYANA IYER

Secretary

Vice-President

S. VAIDYANATH AIYAR

President

New Delhi,
13th September 1958.

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA, NEW DELHI

Balance Sheet as at 31st March 1958

31-3-57 Amount Rs.	FUNDS AND LIABILITIES	Amount Rs.	31-3-57 Amount Rs.	PROPERTY AND ASSETS	Amount Rs.
	<i>General Fund—</i>			<i>Fixed Assets—</i>	
	Balance as at 31-3-57 ..	8,37,567	4,94,445	As per Schedule 'B' attached ..	5,49,596
	Add—(i) Entrance Fee—as per			<i>General Fund Investments at</i>	
	Schedule 'A' attached ..	1,45,390		<i>Cost—</i>	
	(ii) Excess of Income over		6,24,214	Including accruing interest As	
	Expenditure as per			per Schedule 'C' attached ..	6,27,214
8,37,566	annexed statement			<i>Research Fund Investments at</i>	
	No. 1 ..	18,317	10,01,274	<i>Cost—</i>	
				Including accruing interest As	
	<i>Research Fund—</i>		4,73,051	per Schedule 'D' attached ..	5,14,429
	Invested as <i>per contra</i> Balance		44,538	<i>COACHING BOARD</i>	
	as at 31-3-57 ..	5,33,752		<i>Medals & Prizes Fund Investments</i>	
	Add—Excess of Income over ex-		20,023	<i>at Cost—</i>	
5,33,752	penditure as per annexed State-	9,097		Including accruing interest As	
	ment No. III ..		5,42,849	per Schedule 'E' attached ..	25,142
				<i>Staff Security Deposit Investments</i>	
	<i>Provision for Coaching Board—</i>			<i>at Cost—</i>	
	Balance as at 31st March, 1957 ..	75,000	2,506	As per Schedule 'G' attached ..	2,506
1,10,815	Less—Contribution to date ..	48,601		<i>Current Assets—</i>	
			20,390	(a) Stock of Institute's Publica-	
	<i>Coaching Board—</i>			tions ..	11,601
	In Current Account ..		63,111	(b) Debtors Unsecured—	
	(Vide Statement No. IV annexed)			(i) Considered Good ..	8,673
26,028	<i>Medals and Prizes Fund—</i>		22,690	(ii) Considered Doubtful ..	30
	As per Schedule 'F' attached ..		26,218		
2,506	<i>Staff Security Deposit—</i>				
	Invested as <i>per contra</i> ..		2,506		
	<i>Contingency Reserves (including for</i>		1,831	(c) Deposits ..	8,703
	<i>Income Tax) & Provisions—</i>		6,355	(d) Advances & Pre-payments ..	1,731
80,765	Balance as at 31-3-57 ..	89,765		(e) Income Tax (from Interest	29,901
	<i>Current Liabilities—</i>			on Investments) deducted at	
	(a) Fees & Subscriptions received		18,818	source ..	15,284
	in advance ..		59,498		
	1,03,262 (i) Members ..	1,87,632		<i>Cash and Other Balances—</i>	
	1,33,775 (ii) Examinees ..	1,25,825		(i) Cash, Cheques, Drafts	
	2,379 (iii) Journal ..	2,318		& stamps in hand ..	35,976
		3,15,795		(ii) With the State Bank of	
	(b) Creditors—			India, New Delhi, (in	
	30,417 (i) For expenses ..	35,602		Current Account) ..	3,23,067
	40,032 (ii) Others ..	42,322	2,52,022		3,50,943
3,60,865		77,924			
			3,93,710		
19,70,297			21,45,841		21,45,841

N.B.:—*Research Fund*—The difference between the amount lying to the credit of the Research Fund and the amount invested (being Rs. 28,429) is included in the balances of the Institute lying as an imprest for current expenditure on Research Activities.

AUDITORS' REPORT

We have audited the Balance Sheet as at 31st March 1958, of the Institute of Chartered Accountants of India and also the annexed Income and Expenditure Account for the year ending on that date and report that:—

- (1) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (2) The Balance Sheet and the Income and Expenditure Account dealt with by the report are in agreement with the Books of Accounts.
- (3) In our opinion the accounts are maintained in conformity with the requirements of the Chartered Accountants Act, 1949.
- (4) In our opinion and to the best of our information and according to the explanations given to us the statements with the notes thereon, the schedules attached and annexures thereto, give a true and fair view:—

(i) in the case of the Balance Sheet the state of affairs as on 31-3-1958 and

(ii) in the case of the Income and Expenditure Account of the income for the year ended on the date.

E. V. SRINIVASAN

Secretary

New Delhi:

Dated the 20th September 1958

S. VAIDYANATH AIYAR

President

P. R. MEHRA

M. R. VENKATARAMAN

Chartered Accountants

Auditors

ANNEXURE TO BALANCE SHEET (STATEMENT NO. I)

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1958

1956-57 Amount Rs.	EXPENDITURE	Amount Rs. Rs.	1956-57 Amount Rs.	INCOME	Amount Rs. Rs.
	To—			By—	
	General Establishment—			Fees from Members—	
1,03,933	„ Salaries & Allowances ..	1,27,040	93,300	„ Membership ..	1,02,962
6,519	„ Contribution Provident Fund ..	7,055	18,655	„ Less Allocation towards subscription for Journal	20,592
4,322	„ Medical Expenses ..	5,109			
1,14,774		1,339,204	74,645		82,970
40,660	„ Printing & Stationery ..	24,670		Certificate of Practice	
24,372	„ Postage Telegrams ..	22,851	7,550	„ Fellows ..	82,275
2,349	„ Telephone & Trunk Calls ..	2,368	43,775	„ Associates ..	45,450
26,721		25,209	364	„ Restoration Fee & Arrears	389
	„ Travelling Expenses		1,93,334		2,10,484
36,773	„ Council Members ..	23,788		Income from Examinations	
916	„ Staff ..	4,574		„ Preliminary ..	2,350
37,689		28,312		„ First ..	
	Building Expenses		1,100	„ Intermediate ..	74,550
9,417	„ Electricity, Rates & Taxes ..	11,132	49,650	„ Final ..	1,46,700
1,833	„ Repairs & Maintenance ..	983	25,150	„ First Examination Ex-emption ..	650
11,250		12,115	1,96,400	„ Miscellaneous ..	9,464
2,500	„ Audit Fee ..	3,000		(Verifications and Supply of Marks).	
13,498	„ General Charges ..	16,519	19,300	„ Registration Fees	
	„ Cost of Institute's Publications sold ..	596	12,567	„ Articled Clerks ..	24,000
1,030	„ Grants to Regional Councils ..	15,000	3,04,167	„ Audit Clerks ..	3,820
27,000	„ Depreciation ..	28,073		„ Other Income	
28,011	„ Loss on Assets condemned ..	1,568	27,780	„ Sale of Publications ..	1,908
1,160	„ Legal Charges ..	2,205	12,400	„ Interest from Investment	22,765
	„ Disciplinary Cases Expenses		40,180	„ Miscellaneous ..	1,409
13,619	„ Establishment ..	14,749			26,082
15,352	„ Printing of Publications ..		2,436		
5,576	„ Postage & Telegrams ..		21,785		
14,604	„ Travelling Expenses ..	7,091	970		
1,097	„ General Charges ..	274	25,191		
12,874	„ Counsels Fees ..	4,329			
63,095		27,153			
	Less: Cost Recovered and recoverable ..	4,103			
	EXAMINATION EXPENSES				
35,782	To Establishment ..	26,459			
17,228	„ Printing & Stationery ..	15,244			
	„ Printing of Question Papers ..	2,028			
17,159	„ Travelling Expenses ..	9,085			
11,043	„ T.A. to Prize Winners ..	1,057			
1,064	„ Remuneration of Examiners, Superintendents and Invigilators etc. ..	44,636			
44,232	„ Arrangements for Examinations ..	8,795			
9,071	„ Publicity ..	1,081			
2,757	„ Freight—Miscellaneous Expenses ..	15,320			
14,567		1,24,305			
1,52,903		366			
	„ ELECTION EXPENSES ..				
	„ JOURNAL ..				
	„ Excess of Expenditure over Income as per annexed Statement No. II ..	17,559			
8,603					

1956-57				1956-57			
Expenditure		Amount		Income		Amount	
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
202	CONFERENCE EXPENSES						
	(i) Members ..	8,645					
	Less—Delegation						
	Fee ..	4,250	4,395				
	(ii) Students ..	3,146					
	Less—Delegation						
	Fee and Donation	1,525	1,621				
	.. Contribution to Students						
	Societies ..		4,705				
	.. Expenditure on Oral Classes		6,411				
	COACHING BOARD						
21,464	.. Excess of Expenditure over						
	income ..						
12,314	.. Excess of Income over Expen-						
	diture transferred to Gene-		18,317				
	ral Fund ..						
5,62,872	Total ..		4,98,100	5,62,872	Total ..		4,98,100

P. R. MEHRA

M. R. VENKATARAMAN

Chartered Accountants

Auditors

New Delhi;

Dated the 20th September 1958

E. V. SRINIVASAN

Secretary

S. VAIDYANATH AIYAR

President

ANNEXURE TO BALANCE SHEET (STATEMENT No. II)

Journal Income and Expenditure Account for the year ended 31st March 1958

1956-57				1956-57			
Expenditure		Amount		Income		Amount	
Rs.		Rs. nP.				Rs. nP.	
3,099	To Establishment	5,032.98	18,655	By Allocation from Membership Fees towards			
				subscription for Journal		20,592.50	
12,896	To Paper	20,950.17	4,886	By Subscription for Journal		5,662.34	
14,426	To Printing	14,529.44	3,923	By Advertisement in Journal		5,623.13	
3,168	To Packing and Forwarding	5,103.50	8,993	By Excess of expenditure over Income trans-			
				ferred to Institutes, Income and expendi-			
				ture account		17,559.18	
1,921	To Postage	1,921.20					
105	To Printing & Stationery						
453	To General Charges	997.86					
36,070		49,437.15	36,070			40,437.15	

ANNEXURE TO BALANCE SHEET (STATEMENT No. III)

RESEARCH FUND

Income and Expenditure Account for the year ended 31st March 1958

1956-57				1956-57			
Expenditure		Amount		Income		Amount	
Rs.		Rs. nP.				Rs. nP.	
..	To Establishment	4,620.67	14,581	By Interest Income from Research Fund In-			
				vestments		15,492.21	
4,616	To Travelling Expenses	2,780.27	3,274	By Sale of Publications		492.87	
8,750	To Printing of Publications			By Profit on 3% Victory Loan 1957 on matu-			
				rity		1,414.18	
295	To Printing and Stationery						
695	To Postage and Telegrams						
528	To General Charges	830.92					
2,971	To Excess of Income over expenditure trans-						
	ferred to Research Fund	9,097.35					
17,855		17,339.21	17,855			17,339.21	

E. V. SRINIVASAN

Secretary

New Delhi;

Dated the 20th September 1958

S. VAIDYANATH AIYAR

President

P. R. MEHRA

M. R. VENKATARAMAN

Chartered Accountants

ANNEXURE TO BALANCE SHEET (STATEMENT No. IV)

COACHING BOARD

Balance Sheet as at 31st March 1958

1956-57			1956-57		
LIABILITIES			ASSETS		
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
CAPITAL ACCOUNT			FURNITURE & FITTINGS AT COST		
Institute's Contribution upto 31-3-57	35,815		As per last Balance Sheet ..	3,744	
Contribution for the year	12,786		Additions during the year ..	1,190	
Govts. Contribution upto 31-3-57	35,815	48,601	Less—Depreciation upto 31st March, 1957	225	
44,538 Contribution for the year	12,786		Depreciation for the year ..	235	460
		48,601			
		97,202	ELECTRIC EQUIPMENT AT COST		
LIABILITIES & OTHER PROVISIONS			As per last Balance Sheet ..		543
For Expenses	19,301		Less—Depreciation upto 31st March, 1957	22	
Others	50		Depreciation for the year ..	52	75
Tuition Fee received in advance	1,60,906				408
70,502 Oral Tuition Fee in advance as well as provision for proportionate amount of deficit upto 31-3-58 ..	9,878	1,96,234	OFFICE EQUIPMENT AT COST		
			As per last Balance Sheet ..	5,326	
			Additions during the year ..	856	6,182
			Less—Depreciation upto 31st March, 1957	371	
			Depreciation for the year ..	1,041	1,412
					4,770
			TELEPHONE DEPOSIT		
			As per last Balance Sheet ..		2,000
			Less—Written off upto 31st March, 1957	30	
			Written off for the year ..	100	130
					1,870
			REFERENCE BOOKS AT COST		
			As per last Balance Sheet ..		632
			Additions during the year ..		50
					682
			PRELIMINARY EXPENSES FOR IMPLEMENTATION OF COACHING SCHEME		
			As per last Balance Sheet ..		29,862
			Less—Written off during the year		4,214
					25,648
			LITERATURE AT COST		
			As per last Balance Sheet ..		29,522
			Less—Transferred to—		
			(a) Cost of Acquiring the Copy-Rights	17,987	
			(b) Cost of printing instructional material	11,535	29,522
					Nil
			COST OF ACQUIRING COPY-RIGHTS		
			Transferred from Literature Account as above at cost ..	17,987	
			Additions during the year ..	17,728	35,715
			Less—Written off upto 31st March, 1957	2,959	
			Written off for the year ..	3,310	5,369
					30,346
			COST OF PRINTING INSTRUCTIONAL MATERIAL		
			Transferred from Literature Account	11,535	
			Additions during the year ..	5,749	17,284
			Less—Written off on proportionate basis upto 31-3-1957 ..	3,845	
			Written off on proportionate basis for the year ..	4,420	8,265
					9,019
			71,630		77,277
			INVESTMENTS AT COST		
			41 per cent Bombay State Loan, 1960. (Face Value Rs. 85,000/- Market Value Rs. 83,085)		84,867
			Interest accrued		1,957
					80,824
			CURRENT ASSETS		
			Stock of Suggested Answers at cost		10,414
			232 Sale proceeds of suggested answers recoverable from Regional Councils		306
			280 Tuition Fee instalments recoverable		9,390
			The Current Account with the Institute		20,110
					68,111

1956-57	LIABILITIES	Amount	1956-57	ASSETS	Amount
		Rs.	Rs.		Rs.
				CASH AND OTHER BALANCES	
				Cash, Cheques, Drafts and	
				Stamps in hand.	488
				With State Banks of India,	
				New Delhi, Bombay, Madras,	
			42,898	Calcutta & Kanpur	45,626
1,15,040	Total	2,93,436	1,15,040	Total	2,93,436

B. R. MALHOTRA
Director of Studies

P. R. MEHRA
M. R. VENKATARAMAN
Chartered Accountants
Auditors

New Delhi;
Dated the 20th September 1958

ANNEXURE TO BALANCE SHEET (STATEMENT NO. V)

COACHING BOARD

Income and Expenditure Account for the year ended 31st March 1958

1956-57	EXPENDITURE	Amount	1956-57	INCOME	Amount
Rs.		Rs.	Rs.		Rs.
	GENERAL ESTABLISHMENT			By REGISTRATION & TUITION FEE	
	38,437 Salaries & Allowances ..	57,615	1,420	Registration Fee ..	4,280
	417 Contribution to Provident Fund ..	1,383	12,267	Tuition Fee ..	1,01,105
	89 Medical aid to Staff ..	341			1,05,365
38,043	786 PRINTING AND STATIONERY	2,912		By MISCELLANEOUS INCOME	
	Duplicating & Stencilling of Instructional material ..	7,227		Tuition Fee Forfeited ..	1,925
			10,139	Interest on Investments ..	2,038
1,498	POSTAGE, TELEGRAMS & TELEPHONES ..		16	Sale of Literature etc. ..	25
767	Travelling Expenses ..			Sale of Suggested Answers	4,858
284	Office Expenses & Sundries ..			Less—Discounts ..	90
1,247	REMUNERATION TO PART-TIME TUTORS ..	9,287			4,768
	Provision for Remuneration to Part-time Tutors ..	11,016		Excess of Expenditure over Income ..	Nil.
			20,283		
	Cost of Suggested Answers Sold ..		3,440		
	PROVISION FOR DEPRECIATION On Assets ..		1,428		
6,553	Cost of Printed Material and Copy Rights written off ..		7,730		
	Preliminary Expenses written off ..		4,214		
50,078	Total	1,14,121	50,078	Total	1,14,121

B. R. MALHOTRA
Director of Studies

P. R. MEHRA
M. R. VENKATARAMAN
Chartered Accountants
Auditors

New Delhi;
Dated the 20th September 1958

ANNEXURE TO BALANCE SHEET (SCHEDULE 'A')

Schedule of Entrance Fees as on 31st March 1958

(b) Associates—contd.			
Entrance fee	Rs.	nP.	
(a) Fellows for the year ..			
(b) Associates—			
(i) Instalments due as on 31st March, 1957 ..	97,907.50		
Less: Amounts irrecoverable due to removal of members ..	300.00		
	97,607.50		
(ii) For the year ..			1,11,300.00
			2,08,907.50
(iii) Less: Instalments due as on 31st March, 1958 ..			88,717.50
			1,20,190.00
			1,45,390.00

E. V. SRINIVASAN
Secretary

S. VAIDYANATH AIYAR
President

New Delhi;
Dated the 20th September 1958

P. R. MEHRA
M. R. VENKATARAMAN
Chartered Accountants
Auditors

ANNEXURE TO BALANCE SHEET (SCHEDULE 'B')
Schedule of Fixed Assets as on 31st March 1958

Serial No.	Assets	Cost					Depreciation							
		Upto 31-3-57	Additions	Total	Sold/Dis- carded	Total upto 31-3-58	Upto 31-3-57	For the Year	Total	On Assets sold/dis- carded	Total up to 31-3-58.	Book Value as on 31-3-58.		
		1	2	3	4	5	6	7	8	9	10	11	12	13
		Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.
1	Lease hold Land	2,158-75	..	2,158-75	..	2,158-75	..	..	..	..	..	..	2,158-75	
2	Buildings	3,76,885-56	57,617-50	4,34,503-06	..	4,34,503-06	81,677-56	7,466-50	89,146-06	..	89,146-06	3,45,357-00		
3	Electric Installation and Fittings.	44,384-27	9,157-54	53,541-81	94-31	53,447-50	18,311-27	2,862-54	20,963-81	42-31	20,921-50	32,526-00		
4	Air Conditioning Installation	77,783-94	..	77,783-94	..	77,783-94	33,364-04	4,442-00	37,806-94	..	37,806-94	30,977-00		
5	Furniture, Fixtures and safe.	1,15,101-57	3,570-92	1,18,672-49	1,816-86	1,17,855-63	21,133-57	6,055-92	27,189-49	242-80	26,946-63	93,400-00		
6	Office Equipments.	23,301-94	7,741-02	36,043-53	3,510-00	32,533-53	15,970-94	3,217-62	19,188-56	2,768-00	16,420-56	16,113-90		
7	Motor Car	10,135-00	..	10,135-00	..	10,135-00	3,378-00	1,351-00	4,729-00	..	4,729-00	5,406-00		
8	Library.	20,080-41	7,704-28	27,784-69	..	27,784-69	6,650-41	3,785-28	10,335-69	..	10,335-69	17,449-00		
	TOTAL	6,74,831-44	85,791-86	7,60,623-30	4,921-17	7,55,702-13	1,80,386-69	28,972-86	2,09,359-55	3,053-17	2,06,306-38	5,43,395-75		

E. V. SRINIVASAN
Secretary

S. VAIDYANATH AIYAR
President

P. R. MEHRA
M. R. VENKATARAMAN
Chartered Accountants
Auditors

New Delhi;
Dated the 20th September 1958

ANNEXURE TO BALANCE SHEET (SCHEDULE 'C')
Schedule of General Fund Investments as on 31st March 1958

Serial No.	Name of Securities	Cost	Face Value	Market value	Interest accruing	Total of Column 3 & 6
1	2	3	4	5	6	7
		Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. NP.
1	3½% 1st Development Loan 1970-75	46,625-00	50,000-00	43,125-00	691-75	47,316-75
2	3½% Ten year Treasury Deposit Certificates	50,000-00	50,000-00	50,000-00	1,423-19	51,423-19
3	12 Years P. O. National Savings Certificates	60,000-00	60,000-00	60,000-00	18,277-75	78,277-75
4	3% 2nd Victory Loan 1959-61	99,452-87	1,02,000-00	1,01,031-00	382-50	99,835-37
5	3½% National Plan Bonds (1st issue) 1961	99,462-12	99,400-00	99,052-10	1,159-69	1,00,621-81
6	4% U.P. State Development Loan 1967	2,48,902-25	2,40,400-00	2,44,037-90	831-31	2,40,793-56
		6,04,442-24	6,10,800-00	5,97,246-00	22,772-19	6,27,214-43

ANNEXURE TO BALANCE SHEET (SCHEDULE 'D')
Schedule of Research Investments as on 31st March 1958

1	3% Funding Loan 1956-68	..	..	..	..	99,380-53	98,900-00	91,482-50	1,483-50	1,00,864-03
2	2½% Loan 1976	..	..	..	..	2,47,259-56	2,85,200-00	2,37,001-20	326-81	2,47,586-37
3	4% Loan 1972	..	..	..	..	1,25,750-70	1,25,700-00	1,25,825-70	838-00	1,26,588-70
4	3½% National Plan Bonds (3rd Series) 1957	..	..	..	..	39,080-00	40,000-00	39,060-00	291-66	39,381-66
						5,11,470-70	5,49,800-00	4,93,369-10	2,939-97	5,14,410-76

E. V. SRINIVASAN
Secretary

S. VAIDYANATH AIYAR
President

P. R. MEHRA
M. R. VENKATARAMAN
Chartered Accountants
Auditors

New Delhi;
Dated the 20th September 1958

ANNEXURE TO BALANCE SHEET (SCHEDULE 'E')
Schedule of Medals and Prizes Fund Investments as on 31st March 1958

Serial No.	Name of the Fund	Name of Security	Cost	Face Value	Market Value	Interest Accruing	Total of Columns 4 & 7
1	2	3	4	5	6	7	8
			Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.
1	G.P. Kavadia (1st President) Medal Fund	2½% Loan 1978	20,000.00	20,000.00	16,620.00	22.94	20,022.94
2	Miss Sivabhogam Locket Fund	4½% Bombay State Development Loan, 1969.	5,003.75	5,000.00	5,005.00	115.56	5,119.31
			25,003.75	25,000.00	21,625.00	138.50	25,142.25

ANNEXURE TO BALANCE SHEET (SCHEDULE 'F')
Schedule of Medals and Prizes Fund as on 31st March 1958

Serial No.	Name of the Fund	Capital	Income Earned	Total of Column 3 & 4	Cost of Medals & Prizes awarded	Balance Column 5 minus 6
1	2	3	4	5	6	7
		Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.
1	G.P. Kapadia (1st President) Medal Fund	20,000.00	1,578.31	21,578.31	455.37	21,122.94
2	Miss. Sivabhogam Locket Fund	5,000.00	95.45	5,095.45	..	5,095.45
		25,000.00	1,673.76	26,673.76	455.37	26,218.39

ANNEXURE TO BALANCE SHEET (SCHEDULE 'G')
Schedule of Staff Security Deposit Investment as on 31st March 1958

1	Staff (Cashier's) Security Deposit.	3% Conversion Loan 1946—86	2,506.32	3,100	2,201
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E. V. SRINIVASAN
Secretary
New Delhi;
Dated the 20th September 1958

S. VAIDYANATH AIYAR
President
P. R. MEHRA
M. R. VENKATARAMAN
Chartered Accountants
Auditors

